LATIN AMERICAN MINERALS INC.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE AND NINE MONTH PERIOD ENDED SEPTEMBER 30, 2015

(UNAUDITED)

(Expressed in Canadian Dollars Except As Otherwise Indicated)

NOTICE TO READER

These condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of management and have not been reviewed by the Company's auditors.

LATIN AMERICAN MINERALS INC.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
See Note 1 - Nature of operations and going concern
(Expressed In Canadian Dollars)

	Unaudited September 30, 2015	Audited December 31, 2014
ASSETS		
Current assets		
Cash and cash equivalents (Note 4)	**$ 29,037**	$ 40,744
Sales tax recoverable	**191,357**	237,182
Prepaid expenses	**126,989**	84,044
Marketable securities (Note 5)	**-**	117,088
Total current assets	**347,383**	479,058
Non-current assets		
Property, plant and equipment (Note 6)	**1,182,640**	1,530,627
Property rights, evaluation and exploration costs (Note 7)	**16,814,137**	16,961,513
Total non-current assets	**17,996,777**	18,492,140
Total assets	**$ 18,344,160**	$ 18,971,198
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (Note 8)	**$ 1,087,853**	$ 1,132,367
Promissory notes (Note 9)	**343,304**	-
Bank loans - current (Notes 10 and 17)	**864,381**	183,418
Total current liabilities	**2,295,538**	1,315,785
Non-current liabilities		
Provision for environmental remediation and mineral property reclamation liabilities	**230,142**	196,419
Bank loans - non-current (Note 10)	**-**	632,640
Total liabilities	**2,525,680**	2,144,844
Subsequent Events (Note 17)		
Equity		
Capital stock (Note 11)	**22,520,715**	22,329,531
Warrants (Note 11)	**1,966,581**	2,016,849
Contributed surplus (Note 11)	**10,166,365**	9,981,054
Accumulated other comprehensive income	**1,050,907**	1,850,455
Deficit	**(19,886,088)**	(19,351,535)
Total equity	**15,818,480**	16,826,354
Total liabilities and equity	**$ 18,344,160**	$ 18,971,198

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements

LATIN AMERICAN MINERALS INC.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

(Expressed In Canadian Dollars)
(Unaudited)

	Three months ended September 30, 2015	Three months ended September 30, 2014	Nine months ended September 30, 2015	Nine months ended September 30, 2014
Expenses				
Administrative expenses (Note 12)	**$ (68,225)**	$ (108,396)	**$ (281,292)**	$ (349,320)
Professional fees	**(55,342)**	(38,043)	**(121,062)**	(159,194)
Share-based payments (Note 11)	**-**	(6,465)	**-**	(97,243)
Net foreign exchange loss	**(111,514)**	(25,062)	**(237,606)**	(39,642)
Interest expense on notes payable	**(6,037)**	(280)	**(8,729)**	(7,965)
Gain on disposal of property, plant and equipment	**18,369**	-	**20,883**	5,438
Operating loss before the following items:	**(222,749)**	(178,246)	**(627,806)**	(647,926)
Warrant modification (Note 11)	**-**	(533,569)	**-**	(533,569)
Write-down of mineral properties	**-**	(378,925)	**-**	(378,925)
Gain on debt settlement	**-**	-	**14,700**	-
Realized loss on marketable securities (Note 5)	**-**	-	**(283,277)**	-
Net change in unrealized (loss) gain on marketable securities (Note 5)	**-**	(460,000)	**262,437**	(460,000)
Interest income	**-**	2	**-**	2
Net loss for the period from continuing operations before tax	**(222,749)**	(1,550,738)	**(633,946)**	(2,020,418)
Deferred income tax recovery	**57,630**	-	**57,630**	-
Net loss for the period from continuing operations	**(165,119)**	(1,550,738)	**(576,316)**	(2,020,418)
Net income (loss) for the period from discontinued operation	**37,353**	201	**41,763**	(15,690)
Net loss for the period	**(127,766)**	(1,550,537)	**(534,553)**	(2,036,108)
Other comprehensive (loss) income - continuing operations				
Other comprehensive income to be reclassed to profit and loss in subsequent periods:				
Foreign currency translation adjustments	**133,497**	789,872	**(764,854)**	1,232,907
Other comprehensive income (loss) - discontinued operation				
Other comprehensive income to be reclassed to profit and loss in subsequent periods:				
Foreign currency translation adjustments	**(7,889)**	(2,386)	**(34,694)**	5,893
Net comprehensive loss for the period	**$ (2,158)**	$ (763,051)	**$ (1,334,101)**	$ (797,308)
Net loss per share for continuing operations				
(basic and fully diluted)	**$ (0.00)**	$ (0.01)	**$ (0.00)**	$ (0.02)
Net (loss) income per share for discontinued operation				
(basic and fully diluted)	**$ 0.00**	$ 0.00	**$ 0.00**	$ (0.00)
Weighted average number of shares outstanding	**116,426,939**	107,482,852	**111,624,647**	99,442,790

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements

LATIN AMERICAN MINERALS INC.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(Expressed In Canadian Dollars)
(Unaudited)

	Number of shares outstanding	Capital stock	Warrants	Contributed surplus	Accumulated other comprehensive income	Deficit	Total
Balance, December 31, 2014	108,678,504	$ 22,329,531	$ 2,016,849	$ 9,981,054	$ 1,850,455	$ (19,351,535)	$ 16,826,354
Share and warrants issued on private placement (Note 11(i))	6,658,000	229,258	103,199	-	-	-	332,457
Warrants issued with promissory notes (Notes 9 and 11)	-	(98,126)	98,126	-	-	-	-
Shares issued for debt settlement	735,000	29,400	-	-	-	-	29,400
Warrant modification (Note 11)	-	-	192,000	(192,000)	-	-	-
Shares issued for exercise of warrants	400,000	22,000	-	-	-	-	22,000
Value of warrants exercised	-	8,652	(8,652)	-	-	-	-
Expiry of warrants	-	-	(434,941)	377,311	-	-	(57,630)
Other comprehensive income	-	-	-	-	(799,548)	-	(799,548)
Net loss for the period	-	-	-	-	-	(534,553)	(534,553)
Balance, September 30, 2015	**116,471,504**	**$ 22,520,715**	**$ 1,966,581**	**$ 10,166,365**	**$ 1,050,907**	**$ (19,886,088)**	**$ 15,818,480**

	Number of shares outstanding	Capital stock	Warrants	Contributed surplus	Accumulated other comprehensive income	Deficit	Total
Balance, December 31, 2013	93,403,504	$ 21,229,836	$ 2,286,891	$ 8,973,923	$ 425,241	$ (17,045,089)	$ 15,870,802
Shares and warrants issued on private placement (Note 11(ii))	5,275,000	176,038	242,382	-	-	-	418,420
Shares issued on acquisition of marketable securities (Note 11(iii))	10,000,000	923,736	-	-	-	-	923,736
Warrant modification	-	-	533,569	-	-	-	533,569
Share-based compensation - expensed (Note 11)	-	-	-	97,243	-	-	97,243
Other comprehensive income	-	-	-	-	1,238,800	-	1,238,800
Net loss for the period	-	-	-	-	-	(2,036,108)	(2,036,108)
Balance, September 30, 2014	**108,678,504**	**$ 22,329,610**	**$ 3,062,842**	**$ 9,071,166**	**$ 1,664,041**	**$ (19,081,197)**	**$ 17,046,462**

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements

LATIN AMERICAN MINERALS INC.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

(Expressed In Canadian Dollars)
(Unaudited)

Nine Months Ended September 30,		**2015**		**2014**
Operating Activities				
Net loss for the period from continuing operations	**$**	**(576,316)**	$	(2,020,418)
Share-based payments		**-**		97,243
Foreign exchange loss		**237,606**		39,642
Accrued interest		**8,729**		7,965
Depreciation		**2,030**		6,202
Gain on debt settlement		**(14,700)**		-
Net loss on marketable securities		**20,660**		460,000
Warrant modification expense		**-**		533,569
Write-down of mineral properties		**-**		378,925
Gain on sale of property, plant and equipment		**(20,883)**		(5,438)
Deferred tax recovery		**(57,630)**		-
Changes in non-cash working capital balances:				
Decrease (increase) in sales tax recoverable		**45,825**		(434,994)
Increase in prepaid expenses		**(81,036)**		(18,369)
(Decrease) increase in accounts payable and accrued liabilities		**(2,955)**		180,289
Net cash used in operating activities		**(438,670)**		(775,384)
Investing Activities				
Proceeds from disposition of LAMA		**17,552**		-
Purchase of property, plant and equipment		**-**		(241,044)
Purchase of property rights, evaluation and exploration costs		**(761,860)**		(1,071,808)
Proceeds from bulk sampling activities		**357,733**		820,823
Proceeds from sale of property, plant and equipment		**48,531**		11,354
Proceeds from sale of marketable securities		**96,428**		-
Net cash used in investing activities		**(241,616)**		(480,675)
Financing Activities				
Shares issued on private placement (net of issue costs)		**332,456**		418,420
Proceeds received from term loan and line of credit		**33,938**		758,520
Repayment of term loan and line of credit		**(123,402)**		(10,106)
Proceeds received from notes payable		**345,075**		120,000
Proceeds from exercise of warrants		**22,000**		-
Interest paid on term loan and line of credit		**(50,268)**		(25,493)
Transaction costs paid on acquisition of marketable securities		**-**		(16,264)
Repayment of notes payable		**-**		(173,433)
Net cash generated from financing activities		**559,799**		1,071,644
Net increase (decrease) in cash and cash equivalents		**(120,487)**		(184,415)
Effect of exchange rate changes on the balance of cash held in foreign currencies - continuing operations		**112,849**		160,254
Cash and cash equivalents for continuing operations at the beginning of the period		**36,675**		187,482
Cash and cash equivalents for continuing operations at the end of the period	**$**	**29,037**	$	163,321
Net cash generated from operating activities for discontinued operation	**$**	**30,710**	$	(6,337)
Net cash used in financing activities for discontinued operation		**(85)**		-
Effect of exchange rate changes on the balance of cash held in foreign currencies - discontinued operation		**(34,694)**		5,893
Cash and cash equivalents for discontinued operation at the beginning of the period		**4,069**		2,451
Cash and cash equivalents for discontinued operation at the end of the period	**$**	**-**	$	2,007
Cash and cash equivalents at the end of the period	**$**	**29,037**	$	165,328
Supplementary cash flow information				
Interest paid on term loan and line of credit	**$**	**(50,268)**	$	(39,926)

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements

1. NATURE OF OPERATIONS AND GOING CONCERN

Latin American Minerals Inc. ("LAT" or the "Company") was incorporated under the Canada Business Corporations Act on December 9, 2003. The Company operates in one industry segment; its principal business activity is the exploration and development of resource properties. The head office of the Company is located at 36 Toronto Street, Suite 1000, Toronto, Ontario, M5C 2C5.

These unaudited condensed interim consolidated financial statements ("interim consolidated financial statements") were authorized for issuance by the Board of Directors of the Company on November 30**,** 2015.

The Company is in the process of exploring and developing its resource properties and has not yet determined whether the properties contain ore reserves that are economically recoverable. The recoverability of the amounts shown for resource properties and related deferred exploration costs are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves and upon future profitable production.

These interim consolidated financial statements have been prepared under the historical cost convention, except for certain financial instruments which have been measured at fair value, and prepared on the "going concern" basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business for the foreseeable future.

As at September 30, 2015, the Company had a working capital deficiency of $1,948,155 and had reported a net loss of $534,553 for the nine months ended September 30, 2015, has yet to achieve profitable operations and has an accumulated deficit of $19,886,088. These continuing losses indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

The Company's ability to continue as a going concern is dependent upon the ability to obtain additional financing and to achieve profitable operations from the sale of gold derived from bulk sampling facilities and ultimately to achieve and maintain profitable operations. The availability of such additional funds is not assured and, if available, the terms thereof are not yet determinable and the ability of the Company to achieve and maintain profitable operation cannot be predicted at this time and accordingly, these matters cast significant doubt about the Company's ability to continue as a going concern. These interim consolidated financial statements do not reflect adjustments that would be necessary if the going concern assumption was not appropriate, in which case adjustments that could be material to the carrying values of the assets and liabilities, the reported expenses and the interim consolidated statement of financial position reclassifications would be necessary.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These interim consolidated financial statements are unaudited and have been prepared on a condensed basis in accordance with International Accounting Standard ("IAS") 34, Interim Financial Reporting issued by the International Accounting Standards Board using accounting policies consistent with International Financial Reporting Standards ("IFRS"). Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by the International Accounting Standards Board and interpretations issued by the IFRS Interpretations Committee.

The policies applied in these interim consolidated financial statements are based on IFRSs issued and outstanding as of November 30, 2015, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these interim consolidated financial statements as compared with the most recent audited annual consolidated financial statements as at and for the year ended December 31, 2014.

Newly adopted accounting policies

There have been no new accounting policies adopted during the nine months ended September 30, 2015.

New and amended international financial reporting standards to be adopted

IFRS 9 Financial Instruments was issued in final form in July 2014 by the IASB and will replace IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 also includes requirements relating to a new hedge accounting model, which represents a substantial overhaul of hedge accounting which will allow entities to better reflect their risk management activities in the consolidated financial statements. The most significant improvements apply to those that hedge non-financial risk, and so these improvements are expected to be of particular interest to non-financial institutions. IFRS 9 is effective for annual periods beginning on or after January 1, 2018. Earlier application is permitted. The Company is currently evaluating the impact of the above standard on its financial performance and consolidated financial statement disclosures but expects it will not be material.

(Expressed In Canadian Dollars)

3. DISCONTINUED OPERATION

On July 29, 2015, the Company completed the sale of the LAT's Argentinean subsidiary, Latin American Minerals Argentina S.A. ("LAMA"), to a private company controlled by Mr. Waldo Perez, LAT's Qualified Person and a Director of the Company at that time (please refer to note 14). The total purchase price was USD$ 93,583, of which USD$ 41,250 was outstanding remuneration to Mr. Perez at the moment of the transaction and USD$ 18,750 that comprised of future remuneration to be paid over the remaining five months of 2015. Furthermore, the purchase price also comprised of payments that Mr. Perez made on behalf of the Company related to outstanding 2014 canons, taxes and professional fees for a total of USD$ 19,933. The balance of USD$ 13,650 was paid to the Company in full as of the date of the transaction. The Company recorded a gain on disposition of LAMA of $37,919 which was included in the net income for discontinued operation for the three and nine months ended September 30, 2015.

Below are the results of LAMA presented as net income (loss) and cash flows from discontinued operation for the three and nine months ended September 30, 2015 and comparative results.

The results of LAMA have been presented as net income (loss) from discontinued operation for the three and nine months ended September 30, 2015 and 2014 as follows:

	Three months ended September 30, 2015	Three months ended September 30, 2014	Nine months ended September 30, 2015	Nine months ended September 30, 2014
Expenses				
Administrative expenses	**$ (565)**	$ 201	**$ 3,845**	$ (15,690)
Write-down of mineral property	**(1)**	-	**(1)**	-
Gain on disposition of LAMA	**37,919**	-	**37,919**	-
Net income (loss) for the period	**37,353**	201	**41,763**	(15,690)
Other comprehensive (loss) income				
Other comprehensive income (loss) to be reclassed to profit and loss in subsequent periods:				
Foreign currency translation adjustments	**(7,889)**	(2,386)	**(34,694)**	5,893
Net comprehensive loss for the period	**$ 29,464**	$ (2,185)	**$ 7,069**	$ (9,797)
Net loss per share for discontinued operation				
(basic and fully diluted)	**$ 0.00**	$ 0.00	**$ 0.00**	$ (0.00)

(Expressed In Canadian Dollars)

3. DISCONTINUED OPERATION (continued)

Cash flows from discontinued operation for the nine months ended September 30, 2015 and 2014 are as follows:

Nine Months Ended September 30,		2015		2014
Net cash generated from operating activities for discontinued operation	**$**	**30,710**	$	(6,337)
Net cash used in investing activities for discontinued operation		**(85)**		-
Effect of exchange rate changes on the balance of cash held in foreign currencies - discontinued operation		**(34,694)**		5,893
Cash and cash equivalents for discontinued operation at the beginning of the period		**4,069**		2,451
Cash and cash equivalents for discontinued operation at the end of the period	**$**	**-**	$	2,007

4. CASH AND CASH EQUIVALENTS

		September 30, 2015		December 31, 2014
Cash at bank	**$**	**14,037**	$	25,744
Short-term bank deposits		**15,000**		15,000
	$	**29,037**	$	40,744

5. MARKETABLE SECURITIES

The Company completed the purchase of 2,000,000 common shares of Pinetree Capital Ltd. ("Pinetree") on July 11, 2014. The Company issued an aggregate of 10,000,000 common shares to Pinetree in exchange for the Pinetree common shares.

The value of the common shares issued was recorded at $940,000 on the basis of the fair market value of the 2,000,000 Pinetree shares at $0.47 per share. The Pinetree shares were recorded as marketable securities and were classified as FVTPL financial assets.

During the nine months ended September 30, 2015, the Company sold its remaining 807,500 (December 31, 2014 - 1,192,500) common shares of Pinetree for a total cash proceeds of $96,248 (December 31, 2014 - $200,011), resulting in a loss on marketable securities of $283,277 (December 31, 2014 - $360,463).

(Expressed In Canadian Dollars)

6. PROPERTY, PLANT AND EQUIPMENT

Cost	Land	Vehicles and machinery	Geological and communication equipment	Office furniture and equipment	Total
Balance, December 31, 2014	$ 143,115	$ 737,581	$ 2,142,174	$ 566,115	$ 3,588,985
Disposals	-	(71,929)	-	-	(71,929)
Effect of foreign exchange	(7,581)	(29,513)	(107,104)	(4,537)	(148,735)
Balance, September 30, 2015	**$ 135,534**	**$ 636,139**	**$ 2,035,070**	**$ 561,578**	**$ 3,368,321**

Accumulated depreciation	Land	Vehicles and machinery	Geological and communication equipment	Office furniture and equipment	Total
Balance, December 31, 2014	$ -	$ (662,167)	$ (859,953)	$ (536,238)	$ (2,058,358)
Depreciation	-	(39,716)	(208,317)	(4,176)	(252,209)
Disposals	-	44,283	-	-	44,283
Effect of foreign exchange	-	28,476	44,303	7,824	80,603
Balance, September 30, 2015	**$ -**	**$ (629,124)**	**$ (1,023,967)**	**$ (532,590)**	**$ (2,185,681)**

Carrying amounts	Land	Vehicles and machinery	Geological and communication equipment	Office furniture and equipment	Total
As at September 30, 2015	**$ 135,534**	**$ 7,015**	**$ 1,011,103**	**$ 28,988**	**$ 1,182,640**

Cost	Land	Vehicles and machinery	Geological and communication equipment	Office furniture and equipment	Total
Balance, December 31, 2013	$ 131,996	$ 717,721	$ 1,745,155	$ 515,659	$ 3,110,531
Additions	-	804	278,904	212	279,920
Disposals	-	(26,465)	-	-	(26,465)
Effect of foreign exchange	11,119	45,521	118,115	50,244	224,999
Balance, December 31, 2014	$ 143,115	$ 737,581	$ 2,142,174	$ 566,115	$ 3,588,985

Accumulated depreciation	Land	Vehicles and machinery	Geological and communication equipment	Office furniture and equipment	Total
Balance, December 31, 2013	$ -	$ (569,701)	$ (637,538)	$ (384,772)	$ (1,592,011)
Depreciation	-	(80,551)	(181,940)	(127,650)	(390,141)
Disposals	-	26,850	-	-	26,850
Effect of foreign exchange	-	(38,765)	(40,475)	(23,816)	(103,056)
Balance, December 31, 2014	$ -	$ (662,167)	$ (859,953)	$ (536,238)	$ (2,058,358)

Carrying amounts	Land	Vehicles and machinery	Geological and communication equipment	Office furniture and equipment	Total
As at December 31, 2014	$ 143,115	$ 75,414	$ 1,282,221	$ 29,877	$ 1,530,627

(Expressed In Canadian Dollars)

7. PROPERTY RIGHTS, EVALUATION AND EXPLORATION COSTS

	Paso Yobai	Itapoty	Discontinued Operation Tendal	Chiriguelo	Total
Balance, December 31, 2014	$ 16,886,007	$ 75,505	1	$ -	$ 16,961,513
Additions	785,396	219	-	-	785,615
Depreciation	250,179	-	-	-	250,179
Provision for environmental remediation and mineral property reclamation liabilities	3,960	-	-	-	3,960
Interest capitalized (Note 10)	61,999	-	-	-	61,999
Proceeds from bulk sampling facility	(357,733)	-	-	-	(357,733)
Write-down of mineral property	-	-	(1)	-	(1)
Effect of foreign exchange	(887,480)	(3,915)	-	-	(891,395)
Balance, September 30, 2015	$ 16,742,328	$ 71,809	-	$ -	$ 16,814,137

	Paso Yobai	Itapoty	Discontinued Operation Tendal	Chiriguelo	Total
Balance, December 31, 2013	$ 14,366,412	$ 32,917	1	$ 365,091	$ 14,764,421
Additions	2,032,870	39,270	-	2,092	2,074,232
Depreciation	382,425	-	-	-	382,425
Provision for environmental remediation and mineral property reclamation liabilities	4,501	-	-	-	4,501
Reclassification	14,984	-	-	(14,984)	-
Interest capitalized (Note 10)	46,725	-	-	-	46,725
Proceeds from bulk sampling facility	(1,103,374)	-	-	-	(1,103,374)
Write-down of mineral property	-	-	-	(378,391)	(378,391)
Effect of foreign exchange	1,141,464	3,318	-	26,192	1,170,974
Balance, December 31, 2014	$ 16,886,007	$ 75,505	1	$ -	$ 16,961,513

For full descriptions of each property, please refer to note 6 in the audited annual consolidated financial statements for the year ended December 31, 2014.

(i) Paso Yobai

During the nine months ended September 30, 2015, the net proceeds received from sales of gold and silver derived from its bulk sampling facility in Paso Yobai amounted to $357,733 (nine months ended Septeber 30, 2014 - $820,823). As the Company's primary operations are still focused on exploration activities and have not reached commercial production, these proceeds were applied against property rights and evaluation and exploration costs.

As at September 30, 2015, included in property rights and evaluation and exploration costs was $373,334 VAT credit (December 31, 2014 - $409,974) and $214,045 withholding tax recoverable (December 31, 2014 - $226,022). The Company will receive refund of the VAT credit upon sales of gold and silver derived from its bulk sampling facility in Paso Yobai. The Company is in process of requesting a refund of the withholding tax.

(Expressed In Canadian Dollars)

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		September 30, 2015		December 31, 2014
Accounts payable	**$**	**1,021,850**	$	830,859
Accrued liabilities		**66,003**		301,508
	$	**1,087,853**	$	1,132,367

9. PROMISSORY NOTES

(i) On April 29, 2015, the Company issued $145,075 promissory notes bearing simple interest at 1% per month. 4,145,000 share purchase warrants exercisable at $0.05 for a term of twenty four months were also issued in relation to this financing.

The promissory notes are unsecured, repayable at the Company's discretion at any time with written notice, and mature on April 28, 2016. One insider of the Company participated in the financing for an amount of $10,500. During the nine months ended September 30, 2015, the Company redeemed $10,500 of the promissory notes with issuance of 210,000 common shares of the Company. During the three and nine months ended September 30, 2015, $4,037 and $6,729 interest, respectively, were accrued on the promissory notes. Please refer to note 17 (iii).

(ii) On August 21, 2015, the Company issued $200,000 promissory notes with an interest rate of 12% per annum, secured by $200,000 in VAT credits owed to the Company’s Paraguayan subsidiary Latin American Minerals Paraguay S.A.. The promissory notes mature on August 19, 2016 and may be prepaid at the Company’s discretion with prior written notice. Pinetree, a related party to the Company, participated with $100,000 in connection with the promissory note issuance. The remaining $100,000 of the promissory notes was issued to a company to which LAT shares common directors. During the three and nine months ended September 30, 2015, $2,000 was accrued on the promissory notes. Please refer to note 17(iii).

10. BANK LOANS

On June 19, 2014, the Company announced the receipt of a US$700,000 ($758,520) loan provided by the Banco Bilbao Vizcaya Argentaria ("BBVA") in Paraguay, which is divided in two parts. The first one is a secured 6 year loan (“term loan”) of US$600,000 ($650,160) including a one year grace period on capital, bearing an annual interest rate of 10%. Subject to a penalty of 4% over the balance outstanding, the Company is allowed to prepay the term loan. The second one is a revolving line of credit ("line of credit") of US$100,000 ($108,360) bearing an annual interest rate of 8.5%.

(Expressed In Canadian Dollars)

10. BANK LOANS (continued)

Both the term loan and the line of credit are secured by the pilot plant machinery and certain real estate in Paraguay.

	September 30, 2015	December 31, 2014
Opening balance	**$ 816,058**	$ -
Proceeds received from term loan	**-**	650,160
Proceeds received from line of credit	**33,938**	108,360
Repayment of line of credit	**(123,402)**	(17,400)
Interest capitalized in property rights, evaluation and exploration costs (note 7)	**61,999**	46,725
Interest paid on term loan and line of credit	**(50,268)**	(45,742)
Effect of foreign exchange	**126,056**	73,955
Ending balance	**$ 864,381**	$ 816,058
Current portion	**$ 864,381**	$ 183,418
Non-current portion	**$ -**	$ 632,640

The repayment of the non-current portion of the term loan is as follows:

2016	$ 41,409
2017	165,641
2018	165,641
2019	165,641
2020	55,214
	$ 593,546

During three and nine months ended September 30, 2015, the Company went into arrears for the August and September bank loan installments, totalling $86,323. As per the bank loan agreement the bank will charge a defaulted interest on top of the current interest associated with the defaulted loan. Furthermore, the bank can call the debt immediately after an event of default.

As per IAS 1, when an entity breaches a provision of a long-term loan, arrangement on or before the period end, the long-term portion of the liability needs to be presented as current even though the long-term loan has not been called. Therefore, the bank loans was presented as a current liability on the unaudited condensed consolidated interim statements of financial position as at September 30, 2015.

Subsequent to September 30, 2015, the Company paid the loan installments in arrears, bring the account to current (see note 17).

(Expressed In Canadian Dollars)

11. CAPITAL STOCK

Authorized - Unlimited number of common shares without par value. Common shares issued and fully paid are as follows:

	Number of Shares		Amount
Balance - December 31, 2014	108,678,504	$	22,329,531
Shares issued on private placement (i)	6,658,000		332,900
Valuation of warrants issued on private placement (i)	-		(103,199)
Transaction costs on private placement (i)	-		(443)
Shares issued for debt settlement	735,000		29,400
Shares issued for exercise of warrants	400,000		22,000
Valuation of warrants issued with promissory notes	-		(98,126)
Reclass of value of warrants exercised	-		8,652
Balance - September 30, 2015	116,471,504	$	22,520,715

Balance - December 31, 2013	93,403,504	$	21,229,836
Shares issued on private placement (ii)	5,275,000		422,000
Shares issued on acquisition of marketable securities (iii)	10,000,000		940,000
Transaction costs - private placement (ii)(iii)	-		(18,420)
Purchase warrants issued on private placement (ii)	-		(243,806)
Balance - September 30, 2014	108,678,504	$	22,329,610

(i) On June 23, 2015, the Company completed a non-brokered private placement financing for gross proceeds of $332,900 and issued a total of 6,658,000 units at a price of $0.05 per unit.

Each unit consists of one common share and one common share purchase warrant exercisable at a price of $0.07 for thirty six months following closing. The fair value of the warrants was determined to be $103,199 with the following assumptions:

Share price	$0.02
Risk-free interest rate	0.62%
Expected dividend yield	0%
Expected volatility	180.44%
Warrant life in years	3

The Company incurred $443 transaction costs for the private placement.

Certain insiders of the Company participated in the private placement subscribing for a total of 1,952,000 units.

(Expressed In Canadian Dollars)

11. CAPITAL STOCK (continued)

(ii) On April 24, 2014, the Company completed a non-brokered private placement financing for gross proceeds of $422,000 and issued a total of 5,275,000 units at a price of $0.08 per unit. Each unit consists of one common share of the Company, and one common share purchase warrant. Each warrant may be exercised for one additional common share at a price of $0.12 per common share until April 24, 2016. No commission or finders' fees were paid in conjunction with the private placement. The units issued are subject to a hold period until August 25, 2014. The fair value of the warrants issued was $243,806 using a Black-Scholes valuation model with the following assumptions:

Share price	$0.07
Risk-free interest rate	1.06%
Expected dividend yield	0%
Expected volatility	158.71%
Option life in years	2

The Company incurred a total transaction costs of $3,580 for the private placement, of which $2,156 was allocated to capital stock with the remaining allocated to warrants.

(iii) On July 11, 2014, the Company closed a $1,000,000 offering. Pursuant to the terms of a share purchase agreement dated June 25, 2014 between the Company and Pinetree Capital Ltd. (“Pinetree”), LAT issued 10,000,000 common shares to Pinetree in exchange for 2,000,000 common shares of Pinetree at a fair value of $0.47 per share. No finder’s fees were paid in connection with this transaction.

The Company incurred total transaction costs of $16,264, allocated to capital stock.

Stock Options

The Company has established an incentive stock option plan (the "Plan") for management, directors and consultants of the Company, as designated and administered by a committee of the Company’s Board of Directors. Under the Plan, the Company may grant options for up to 10% of the issued and outstanding common shares of the Company.

The following table summarizes information about stock options outstanding as at September 30, 2015:

Number of options outstanding	Number of options exercisable	Exercise Price	Expiry date	Weighted average remaining contractual life (years)
1,100,000	1,100,000	$ 0.18	November 18, 2015	0.13
250,000	250,000	$ 0.20	June 21, 2016	0.73
125,000	125,000	$ 0.21	October 14, 2016	1.04
2,165,000	2,165,000	$ 0.15	April 30, 2018	2.58
3,640,000	**3,640,000**			

(Expressed In Canadian Dollars)

11. CAPITAL STOCK (continued)

Stock Options (continued)

The following table reflects the continuity of stock options for the periods presented:

	Number of Options	Weighted Average Exercise Price
Balance, December 31, 2014	8,617,000	$ 0.16
Expired during the period	(1,977,000)	0.16
Forfeited during the period	(3,000,000)	0.15
Balance, September 30, 2015	3,640,000	$ 0.16
Balance, December 31, 2013	9,122,000	$ 0.17
Expired during the period	(10,000)	$ 0.22
Balance, September 30, 2014	9,112,000	$ 0.16

For the three and nine months ended September 30, 2015, $nil (three and nine months ended September 30, 2014 - $6,465 and $97,243, respectively) were expensed as share-based payments.

There were no stock options granted during the nine months ended September 30, 2015 and 2014.

Warrants

The following table summarizes the warrants outstanding at September 30, 2015:

Number of warrants Outstanding	Exercise price	Weighted average remaining contractual life	Expiry date
5,000,000	$ 0.20	0.35 years	February 4, 2016
5,275,000	$ 0.12	0.57 years	April 24, 2016
3,845,000	$ 0.05	1.58 years	April 29, 2017
6,558,000	$ 0.07	2.73 years	June 23, 2018
20,678,000		**1.39 years**	

(Expressed In Canadian Dollars)

11. CAPITAL STOCK (continued)

Warrants (continued)

The following table reflects the continuity of warrants for the periods presented:

	Number of warrants	Weighted average exercise price
Balance, December 31, 2014	15,258,000	$ 0.17
Issued on the private placement	6,658,000	0.07
Issued with the promissory notes	4,145,000	0.05
Exercised	(400,000)	0.06
Expired	(4,983,000)	0.20
Balance, September 30, 2015	20,678,000	$ 0.11

Balance, December 31, 2013	14,683,000	$ 0.23
Issued on the private placement	5,275,000	0.12
Balance, September 30, 2014	19,958,000	$ 0.20

On January 21, 2015, the Company received approval from TSX Venture Exchange for a one-year extension to the expiry date of certain warrants as follows:

Expiration Date	February 4, 2015
New Expiration Date	February 4, 2016
Number of Warrants	5,000,000
Warrant modification (*)	$192,000

(*) The incremental fair value of the warrants of $192,000 was credited to warrants and debited to contributed surplus.

The fair value of the warrant modification was estimated using the Black-Scholes option pricing model with the following assumptions:

Original Expiry Dates	February 4, 2015
Share price	$ 0.08
Risk-free interest rate	0.56%
Expected dividend yield	0%
Expected volatility	183%
Expected option life in years	1.04

(Expressed In Canadian Dollars)

12. ADMINISTRATIVE EXPENSES

	Three months ended September 30, 2015	Three months ended September 30, 2014	Nine months ended September 30, 2015	Nine months ended September 30, 2014
Salaries and benefits	**$ 42,089**	$ 37,781	**$ 116,725**	$ 112,799
Director fees	**-**	27,400	**46,933**	83,800
Evaluation and exploration costs	**-**	(2,274)	**-**	1,390
Investor relations	**5,019**	6,180	**22,483**	26,688
Depreciation	**442**	1,847	**2,030**	6,202
General and administrative	**20,675**	37,462	**93,121**	118,441
	$ 68,225	$ 108,396	**$ 281,292**	$ 349,320

13. SEGMENTED INFORMATION

Operating segments were identified on the basis of internal reporting reviews performed by management. Three segments were identified based on the geographical areas and the reporting structure. The accounting policies of the reportable segments are the same as the Company's accounting policies. The Company operates in two geographical operating segments based in Argentina and Paraguay in addition to its corporate activities in Canada. The Company analyses the performance of operating segments based on loss before taxes. Segmented information consists of the following:

	Canada	Paraguay	Argentina (Discontinued Operation)	Total
As at September 30, 2015				
Current assets	**$ 54,371**	**$ 293,012**	**$ -**	**$ 347,383**
Property, plant and equipment	**-**	**1,182,640**	**-**	**1,182,640**
Property rights, evaluation and exploration costs	**-**	**16,814,137**	**-**	**16,814,137**
Total liabilities	**618,758**	**1,906,922**	**-**	**2,525,680**
For the nine months ended September 30, 2015				
Gain on sale of property, plant and equipment	**-**	**20,883**	**-**	**20,883**
Net foreign exchange loss	**(39,669)**	**(197,937)**	**-**	**(237,606)**
Depreciation	**(486)**	**(1,544)**	**-**	**(2,030)**
Net (loss) income	**(198,716)**	**(377,600)**	**41,763**	**(534,553)**
For the three months ended September 30, 2015				
Gain on sale of property, plant and equipment	-	**18,369**	-	**18,369**
Net foreign exchange loss	**(19,437)**	**(92,077)**	**-**	**(111,514)**
Depreciation	**-**	**(442)**	**-**	**(442)**
Net (loss) income	**(29,468)**	**(135,651)**	**37,353**	**(127,766)**

(Expressed In Canadian Dollars)

13. SEGMENTED INFORMATION (continued)

	Canada	Paraguay	Argentina (Discontinued Operation)	Total
As at December 31, 2014				
Current assets	$ 156,972	$ 288,390	$ 33,696	$ 479,058
Property, plant and equipment	485	1,530,142	-	1,530,627
Property rights, evaluation and exploration costs	-	16,961,512	1	16,961,513
Total liabilities	462,336	1,679,748	2,760	2,144,844
For the nine months ended September 30, 2014				
Interest and royalty income	2	-	-	2
Net foreign exchange loss	(17,901)	(21,741)	-	(39,642)
Depreciation	(1,628)	(4,574)	-	(6,202)
Net loss	(1,411,815)	(608,603)	(15,690)	(2,036,108)
For the three months ended September 30, 2014				
Interest and royalty income	2	-	-	2
Net foreign exchange loss	(18,100)	(6,962)	-	(25,062)
Depreciation	(543)	(1,304)	-	(1,847)
Net (loss) income	(1,091,499)	(459,239)	201	(1,550,537)

14. RELATED PARTY TRANSACTIONS

During the three and nine months ended September 30, 2015, the Company incurred the following related party transactions:

These transactions were in the normal course of operations and measured at the exchange amount, the amount of consideration established and agreed to by the related parties.

(a) $18,000 and $54,000, respectively (three and nine months ended September 30, 2014 - $18,000 and $54,204, respectively) in fees paid to the Chief Executive Officer of the Company pursuant to an employment contract. As of September 30, 2015, $6,000 fees remained payable (December 31, 2014 - $24,000).

(b) $16,200 and $48,600, respectively (three and nine months ended September 30, 2014 - $16,200 and $49,332, respectively) in fees paid to the Chief Financial Officer of the Company pursuant to an employment contract. As of September 30, 2015, $6,135 remained payable (December 31, 2014 - $10,800).

(c) $nil and $46,933, respectively (three and nine months ended September 30, 2014 - $27,400 and $83,800, respectively) in accrued director fees. As at September 30, 2015, $nil director fees remained payable (December 31, 2014 - $171,600). *

(d) $2,125 and $4,404, respectively, (three and nine months ended September 30, 2014 - $22,056 and $38,428, respectively) in legal fees to a law firm, Gowling Lafleur Henderson LLP, of which a partner is a director of the Company. As at September 30, 2015, $81,119 (December 31, 2014 - $78,056) remained payable. This director resigned on August 7, 2015.

(Expressed In Canadian Dollars)

14. RELATED PARTY TRANSACTIONS (continued)

(e) $14,723 and $42,822, respectively, (three and nine months ended September 30, 2014 - $10,345 and $36,710, respectively) to a director of the Company pursuant to a service contract for geological services. As of September 30, 2015, $65,057 (December 31, 2014 - $17,402) was owed to the director. Please refer to note 3 for the sale of the Argentinian subsidiary. This director resigned on August 24, 2015.

(f) Please refer to note 5 for the share for share transaction with Pinetree, to note 9 (ii) for the promissory notes transaction and to note 17 for the participation in the private placement. Pinetree owned 26% of the Company as at September 30, 2015.

(g) Please refer to note 9(ii) for promissory notes issued to insiders of the Company and note 17 for the participation in the private placement.

Key management compensation:

The compensation expense for key management is as follows:

	Three months ended September 30, 2015	Three months ended September 30, 2014	Nine months ended September 30, 2015	Nine months ended September 30, 2014
Directors *	**$ -**	$ 27,400	**$ 46,933**	$ 83,800
Officers	**$ 34,200**	$ 34,200	**$ 102,600**	$ 103,536
Share-based payments	**$ -**	$ 6,465	**$ -**	$ 83,617

* As of June 1, 2015, the Company stopped compensating directors due to market conditions.

15. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

The significant non-cash transactions were as follows:

The depreciation for the nine months ended September 30, 2015 was $252,209 (nine months ended September 30, 2014 - $290,403), of which $250,179 (nine months ended September 30, 2014 - $284,201) was charged to property rights, evaluation and exploration cost and the balance of $2,030 (nine months ended September 30, 2014 - $6,202) was reflected as depreciation expense in the statement of loss and comprehensive loss.

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including foreign exchange risk and interest rate risk), credit risk and liquidity risk. The Company's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on its financial performance.

The Company uses various methods to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks.

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

Market Risk

Foreign exchange risk

The Company operates internationally and is exposed to foreign exchange risk arising from various currency exposures. The Company primarily operates in Argentina and Paraguay. Foreign exchange risk arises from future commercial transactions and recognized assets and liabilities denominated in a currency that is not the Company's functional currency. The Company's risk management policy is to review its exposure to non-Canadian dollar forecast operating costs on a case-by-case basis. The majority of the Company's forecast operating costs are in Paraguayan guaranies and Canadian dollars. The risk is measured using sensitivity analysis and cash flow forecasting.

The carrying amount of the Company's foreign currency denominated monetary assets and liabilities in Canadian dollars as at September 30, 2015 is as follows:

		Assets		Liabilities
Paraguayan guaranies		**197,548**		**884,589**
United States dollars		**153**		**989,108**
	$	**197,701**	**$**	**1,873,697**

Sensitivity

Based on the financial instruments held as at September 30, 2015, had the Canadian dollar weakened/strengthened by 10% against these foreign currencies with all other variables held constant, the Company's post-tax loss for the year would have been $160,381 higher/lower as a result of foreign exchange losses/gains on translation of non-Canadian dollar denominated financial instruments as detailed above. The Company's deficit would have been $160,381 higher/lower had the Canadian dollar weakened/strengthened by 10% as a result of foreign exchange gains/losses on translation of non-Canadian dollar denominated financial instruments.

Cash flow fair value interest rate risk

The Company does not have any variable interest bearing borrowings for which general rate fluctuations apply. The Company is exposed to interest rate risk to the extent of the funds invested in the Company's bank accounts.

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

Credit Risk

Credit risk is the risk that a third party might fail to discharge its obligations under the terms of a financial instrument. Credit risk arises from cash and cash equivalents with banks and financial institutions as well as credit exposures to outstanding receivables. It is management's opinion that the Company is not exposed to significant credit risk arising from these financial instruments. The Company limits credit risk by entering into business arrangements with high credit-quality counterparties. Thus the credit risk associated with other receivable is also considered to be negligible.

Liquidity Risk

Prudent liquidity risk management implies maintaining at all times sufficient cash, liquid investments and committed credit facilities to meet the Company's commitments as they arise. The Company manages liquidity risk by maintaining adequate cash reserves and by continuously monitoring forecast and actual cash flows. Where insufficient liquidity may exist, the Company may pursue various debt and equity instruments for short or long-term financing of its operations (See notes 1, 10 and 17).

As at September 30, 2015, the Company had a working capital deficiency of $1,948,155 (December 31, 2014 - $836,727), and anticipates that the bulk-sampling facility at current gold prices will not provide sufficient funds to cover all the Company's expenditures for the next 12 months. Cash constraints have caused the company to consider financing alternatives while contemplating minimal shareholder dilution.

The Company's expected sources of cash flow in the upcoming year will be from proceeds of doré sales from its bulk sampling facility combined with the envisaged production from the heap-leach facility to be constructed at the Paso Yobai gold project, Paraguayan sales tax recoveries, possible equity financings, loans, lease financing and entering into joint venture agreements; or any combination thereof.

Fair Value Estimation

The Company has determined the estimated fair values of its financial instruments based on appropriate valuation methodologies, however considerable judgment is required to develop these estimates. Accordingly, these estimated fair values are not necessarily indicative of the amounts the Company could realize in a current market exchange. The estimated fair value amounts can be materially affected by the use of different assumptions or methodologies.

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement, or for disclosure purposes. The carrying values of cash and cash equivalents, other receivables, accounts payable and accrued liabilities, notes payable and bank loans are assumed to approximate their fair values due to their short-term nature.

(Expressed In Canadian Dollars)

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

Capital Management

The Company defines capital that it manages as its shareholders' equity. As at September 30, 2015, the total managed capital was $15,818,480.

	September 30, 2015	December 31, 2014
Capital stock	**$ 22,520,715**	$ 22,329,531
Warrants	**1,966,581**	2,016,849
Contributed surplus	**10,166,365**	9,981,054
Accumulated other comprehensive income	**1,050,907**	1,850,455
Deficit	**(19,886,088)**	(19,351,535)
	$ 15,818,480	$ 16,826,354

The Company manages and adjusts its capital structure in light of changes in economic conditions and the risk characteristics of its underlying assets. The Company manages capital through its financial and operational forecasting processes, and reviews its working capital and cash flow forecasts based on operating expenditures and other investing and financing activities. Forecasts are updated based on activities related to its mineral properties. Selected information is provided to the board of directors of the Company. There were no changes to the Company's objectives in managing and maintaining capital during the nine months ended September 30, 2015.

The Company's objectives when managing capital are:

(a) to allow the Company to respond to changes in economic and/or marketplace conditions by maintaining its ability to purchase new investments;

(b) to produce sustained growth in shareholder value by increasing shareholders' equity; and

(c) to maintain a flexible capital structure which optimizes the cost of capital at acceptable levels of risk.

The Company maintains or adjusts its capital level to enable it to meet its objectives by:

(a) realizing proceeds from the sale of doré produce by bulk sampling; and

(b) raising capital through equity and debt financings.

The Company is not subject to any capital requirements imposed by a lending institution.

Contingency

During the nine months ended September 30, 2015, employees of the Company filed two separate lawsuits against the Company for wrongful dismissal. The Company strongly believe the suits are without merit and intends to vigorously defend itself against the allegations. The lawsuits are claiming a total of PYG$1,477,994,601 ($358,730). It is not possible at this time to estimate any potential payout.

17. SUBSEQUENT EVENTS

(i) On November 18, 2015, the Company completed a non-brokered private placement financing (the "Offering") for gross proceeds of $1,566,962 for the issuance of special warrants (the "Special Warrants") at $0.01 per Special Warrant. Each Special Warrant issued is exchangeable, for no additional consideration, into one unit of the Company (each a "Unit"). Each Unit is comprised of one common share of the Company (each a "Warrant Share") and one common share purchase warrant of the Company (each a "Warrant"). Each Warrant entitles the holder thereof to purchase one Warrant Share for a period of three years after the closing date of the Offering at a price of $0.015 per Warrant Share (subject to adjustment following the Consolidation , as defined below).

The Special Warrants shall be automatically exchanged for Units upon satisfaction of the following conditions (collectively the "Exercise Conditions"):

- the completion of a consolidation of the outstanding common shares of the Company on a minimum of 8 (old) and a maximum of 10 (old) common shares for 1 (new) common share (the "Consolidation").
- receipt of approval of the TSX Venture Exchange for the Offering and the Consolidation; and
- receipt of all regulatory approvals required for the Offering and the Consolidation.

Two directors and Pinetree, insiders of the Company, participated in the private placement, subscribing an aggregate of 31,000,000 Special Warrants.

(ii) On November 23, 2015, the Company paid all the installments in arrears for the bank loans, bringing the account current.

(iii) As of November 25, 2015, the Company fully repaid its promissory notes issued on April 29, 2015 and August 21, 2015.